

House Study Bill 663 - Introduced

HOUSE FILE _____
BY (PROPOSED COMMITTEE ON
TRANSPORTATION BILL BY
CHAIRPERSON BYRNES)

A BILL FOR

1 An Act relating to the taxation of fuel used in motor vehicles,
2 and including effective date provisions.
3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1 Section 1. Section 452A.3, subsection 1, unnumbered
2 paragraph 1, Code 2014, is amended to read as follows:

3 Except as otherwise provided in this section and in this
4 division, until June 30, ~~2014~~ 2015, this subsection shall apply
5 to the excise tax imposed on each gallon of motor fuel used for
6 any purpose for the privilege of operating motor vehicles in
7 this state.

8 Sec. 2. Section 452A.3, subsection 1A, Code 2014, is amended
9 to read as follows:

10 1A. Except as otherwise provided in this section and in this
11 division, after June 30, ~~2014~~ 2015, an excise tax of twenty
12 cents is imposed on each gallon of motor fuel used for any
13 purpose for the privilege of operating motor vehicles in this
14 state.

15 Sec. 3. EFFECTIVE UPON ENACTMENT. This Act, being deemed of
16 immediate importance, takes effect upon enactment.

17 EXPLANATION

18 The inclusion of this explanation does not constitute agreement with
19 the explanation's substance by the members of the general assembly.

20 Currently, the rate of the excise tax on ethanol blended
21 gasoline and motor fuel other than ethanol blended gasoline is
22 based on the distribution percentage of each of those motor
23 fuels. The distribution percentage formula is due to expire
24 on June 30, 2014, and after that date, the rate of the excise
25 tax for all motor fuel used in motor vehicles will be 20 cents
26 per gallon. This bill extends the expiration date of the
27 distribution formula to June 30, 2015.

28 The bill takes effect upon enactment.